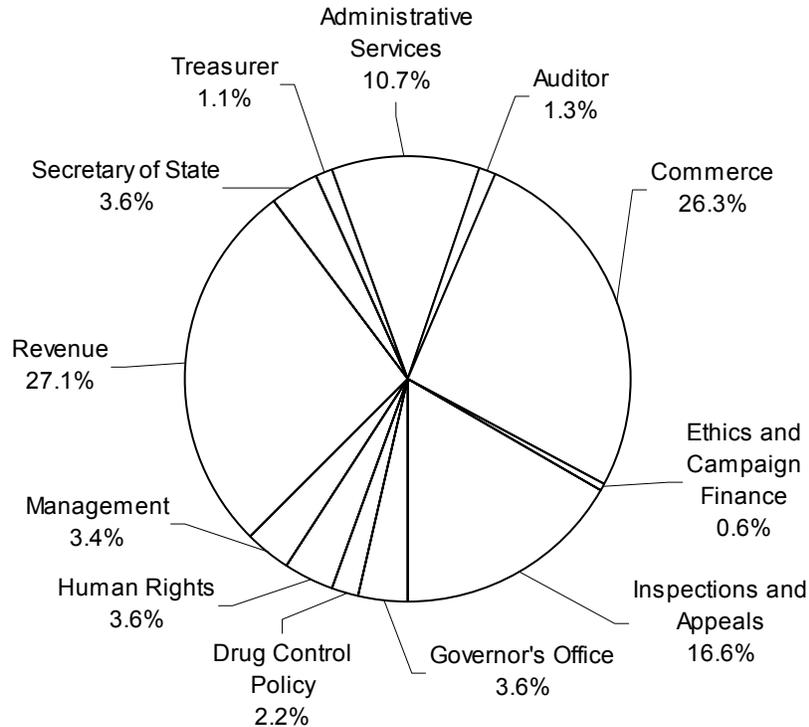


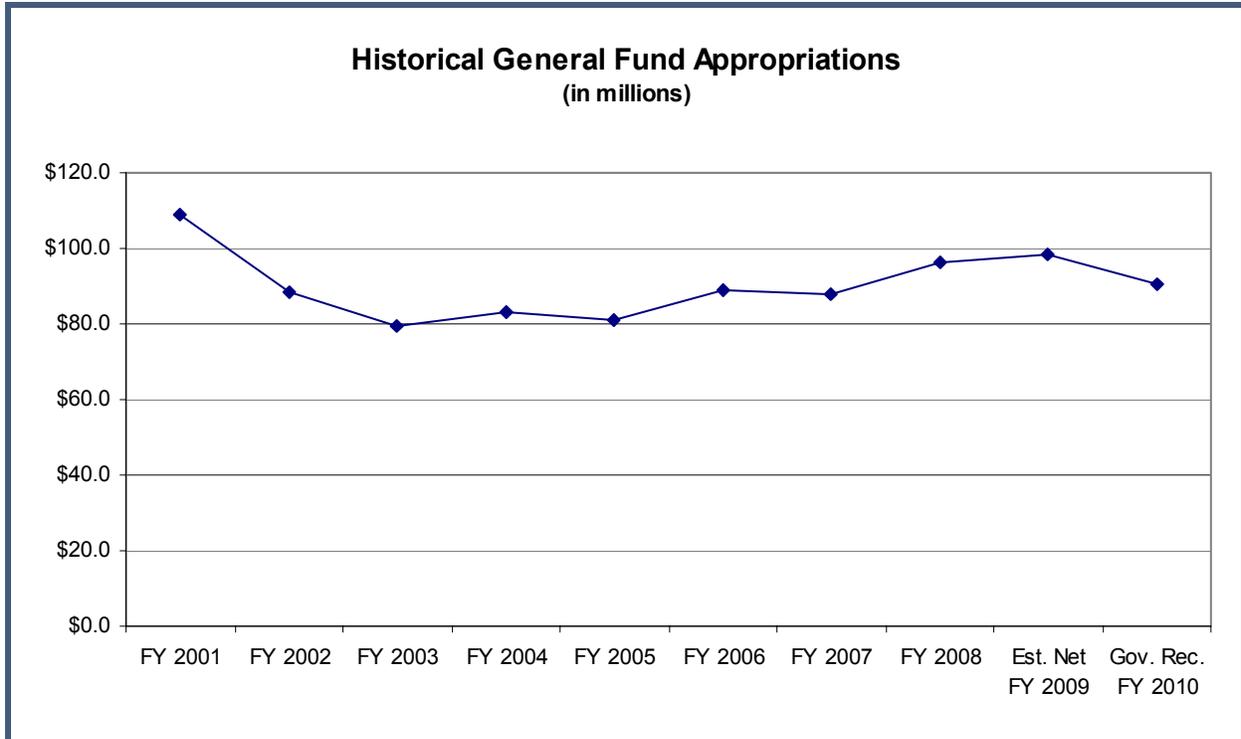
# ADMINISTRATION AND REGULATION APPROPRIATIONS SUBCOMMITTEE

## FY 2010 General Fund Governor's Recommendations



### FY 2010 General Fund Governor's Recommendations

Administrative Services	\$ 9,712,695
Auditor	1,153,501
Commerce	23,904,707
Ethics and Campaign Finance	502,334
Inspections and Appeals	15,091,798
Governor's Office	3,222,503
Drug Control Policy	1,951,979
Human Rights	3,272,765
Management	3,042,135
Revenue	24,620,697
Secretary of State	3,274,038
Treasurer	995,449
<b>Total</b>	<b>\$ 90,744,601</b>



## FY 2010 GOVERNOR'S RECOMMENDATIONS

***FY 2010 Budget Changes*** – The Governor is recommending across-the-board decreases for all Departments with the exception of the Iowa Public Employees Retirement System (IPERS). Reductions range from 3.8% to 9.1% compared to estimated net FY 2009. The Governor's total recommended reductions for all Departments within the Subcommittee for FY 2010 is a decrease of \$7.8 million compared to estimated net FY 2009. The Governor's specific recommendation for each Department's reduction is listed in this section.

### **Department of Administrative Services**

Established in 2003 by legislative action, the Department of Administrative Services (DAS) consists of four enterprises that provide infrastructure and facilities services to other agencies of State government. These enterprises include the Information Technology Enterprise (ITE), the General Services Enterprise (GSE), the Human Resources Enterprise (HRE), and the State Accounting Enterprise (SAE).

The Governor is recommending FY 2010 General Fund appropriations totaling \$9.7 million. This is a decrease of \$379,000 (3.8%) compared to estimated net FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b>Administrative Services, Dept. of</b>			
Administrative Services, Dept.	\$ 6,448,907	\$ 5,906,306	\$ -542,601
Utilities	3,643,197	3,806,389	163,192
<b>Total Administrative Services, Dept. of</b>	<u>\$ 10,092,104</u>	<u>\$ 9,712,695</u>	<u>\$ -379,409</u>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Department of Administrative Services was \$166,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$132,000.

**I/3 System Funding** – The Department requested \$4.0 million from the Rebuild Iowa Infrastructure Fund (RIIF) for FY 2010 for increased operating costs associated with the I/3 System. *The Governor is recommending \$3.0 million for I/3 System costs. The Department received a \$2.0 million appropriation from the RIIF in FY 2009. The majority of the I/3 operating costs are funded by fees charged to other agencies that use the System. The fees are typically paid from the agencies’ General Fund operating budgets. Since the Governor has not recommended the full \$4.0 million request, State agencies will likely be billed for the additional costs that are currently not included in their FY 2010 budgets.* The cost to operate the I/3 System in FY 2010 is estimated at \$6.9 million. Because this appropriation is being requested from the RIIF, the line-item appropriation is included in the Transportation, Infrastructure, and Capitals Appropriations Subcommittee section of this document.

**Human Resources Payroll Implementation** – The Department requested a total of \$34.6 million to implement the Human Resources Payroll System. *The Governor is recommending that no funding from the Rebuild Iowa Infrastructure (RIIF) or the General Fund be used.* This is the final phase of the I/3 System development that began in 2004. The Department request included \$23.2 million for FY 2010 and \$11.4 million for FY 2011. Replacement of the current Human Resources Information System (HRIS) has become a critical issue from a technical standpoint due to the program language dating to the 1970s and a shortage of programmers that can work with the outdated system. Because this appropriation is being requested from the RIIF, the line-item appropriation is included in the Transportation, Infrastructure, and Capitals Appropriations Subcommittee section of this document.

**Auditor of State**

The Auditor’s Office provides independent audits of the financial operations of State and local governments. The Office also reviews government activities to help ensure they are conducted in an effective, efficient, and legal manner.

The Governor is recommending FY 2010 General Fund appropriations of \$1.2 million. This is a decrease of \$106,000 (8.4%) compared to estimated net FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Auditor of State</u></b>			
Auditor of State - General Office	\$ 1,259,445	\$ 1,153,501	\$ -105,944
<b>Total Auditor of State</b>	<b>\$ 1,259,445</b>	<b>\$ 1,153,501</b>	<b>\$ -105,944</b>

**Issues**

***FY 2009 Budget Reductions*** – The 1.5% across-the-board reduction for the Auditor of State was \$19,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$26,000.

**Department of Commerce**

The Department of Commerce is comprised of six divisions including: the Iowa Alcoholic Beverages Division, the Iowa Division of Banking, the Iowa Credit Union Division, the Iowa Insurance Division, Professional Licensing and Regulation, and the Iowa Utilities Board. Each division is responsible for regulation of an industry or group of industries. Each division’s budget is prepared independently and then combined with the other divisions’ budgets for submission to the Governor and General Assembly for consideration.

The Governor is recommending FY 2010 General Fund appropriations totaling \$23.9 million. This is a decrease of \$2.2 million (8.4%) compared to estimated net FY 2009. The Governor is also recommending an FY 2010 other fund appropriation of \$62,000. This is no change compared to estimated FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Commerce, Dept. of</u></b>			
<b><u>Alcoholic Beverages</u></b>			
Alcoholic Beverages Operations	\$ 2,123,793	\$ 1,945,135	\$ -178,658
<b><u>Banking Division</u></b>			
Banking Division	\$ 8,531,092	\$ 7,813,429	\$ -717,663

**Administration and Regulation Appropriations Subcommittee**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Commerce, Dept. of, cont.</u></b>			
<b>Professional Licensing and Reg.</b>			
Professional Licensing Bureau	\$ 953,009	\$ 872,842	\$ -80,167
<b>Credit Union Division</b>			
Credit Union Division	\$ 1,701,898	\$ 1,558,732	\$ -143,166
<b>Insurance Division</b>			
Insurance Division	\$ 4,986,002	\$ 4,563,937	\$ -422,065
<b>Utilities Division</b>			
Utilities Division	\$ 7,666,852	\$ 7,021,696	\$ -645,156
<b>Insurance Division</b>			
Senior Health Insurance Information Program	\$ 59,100	\$ 55,258	\$ -3,842
Health Insurance Oversight	78,800	73,678	-5,122
<b>Total Insurance Division</b>	<u>\$ 137,900</u>	<u>\$ 128,936</u>	<u>\$ -8,964</u>
<b>Total Commerce, Dept. of</b>	<u>\$ 26,100,546</u>	<u>\$ 23,904,707</u>	<u>\$ -2,195,839</u>

**Other Fund Recommendations**

	<u>Estimated FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Commerce, Dept. of</u></b>			
<b>Professional Licensing and Reg.</b>			
Housing Improvement Fund_Field Auditor	\$ 62,317	\$ 62,317	\$ 0
<b>Total Commerce, Dept. of</b>	<u>\$ 62,317</u>	<u>\$ 62,317</u>	<u>\$ 0</u>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Department of Commerce was \$412,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$534,000.

**Department of Commerce and General Fund Reductions** – The Divisions within the Department of Commerce regulate private industry. Each Division receives a General Fund appropriation and then bills the industry for the cost of regulation. The revenue collected from the private institutions is deposited in the General Fund. Budget reductions for these agencies do not necessarily result in savings to the General Fund. Reductions in agency budgets may reduce regulatory activities and save no General Fund dollars since the reimbursement from industries are reduced.

Senate File 2400 (FY 2009 Administration and Regulation Appropriation Act) permits the Insurance Division and the Utilities Division to have expenditures exceeding revenues if the expenditures are reimbursable. The Division is required to notify the Department of Management, the Legislative Services Agency, and the Fiscal Committee of the need for examination expenses to exceed revenues and requires justification and an estimate of the excess expenditures.

**Ethics and Campaign Disclosure Board**

The Iowa Ethics and Campaign Disclosure Board administers the State campaign, lobbying, and ethics laws. The Board also reports on all gifts, bequests, and grants received by an Executive Branch agency other than a Regents university.

The Governor is recommending FY 2010 General Fund appropriations of \$502,000. This is a decrease of \$46,000 (8.4%) compared to estimated net FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Ethics and Campaign Disclosure</u></b>			
Ethics & Campaign Disclosure Board	\$ 548,475	\$ 502,334	\$ -46,141
<b>Total Ethics and Campaign Disclosure</b>	<u>\$ 548,475</u>	<u>\$ 502,334</u>	<u>\$ -46,141</u>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Ethics and Campaign Disclosure Board was \$8,500. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$11,000.

**Department of Inspections and Appeals**

The Department of Inspections and Appeals (DIA) is a regulatory agency charged with protecting the health, safety, and well-being of Iowans. The Department consists of four major divisions: the Administration Division, the Administrative Hearings Division, the Health Facilities Division, and the Investigations Division. The Department also includes five administrative units including, the Child Advocacy Board, the Employment Appeal Board, the Hospital Licensing Board, the Iowa Racing and Gaming Commission, and the State Public Defender. For the purposes of this document, the State Public Defender budget is included under the Justice System Appropriation Subcommittee.

The Governor is recommending FY 2010 General Fund appropriations totaling \$15.1 million. This is a decrease of \$1.4 million (8.4%) compared to estimated net FY 2009. The Governor is also recommending other fund appropriations totaling \$1.6 million for FY 2010. This is no change compared to estimated FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Inspections &amp; Appeals, Dept. of</u></b>			
<b>Inspections and Appeals, Dept. of</b>			
Administration Division	\$ 2,295,806	\$ 2,102,679	\$ -193,127
Administrative Hearings Division	775,556	710,310	-65,246
Investigations Division	1,663,690	1,523,738	-139,952
Health Facilities Division	2,559,651	2,344,271	-215,380
Employment Appeal Board	58,933	53,972	-4,961
Child Advocacy Board	2,920,367	2,674,696	-245,671
<b>Total Inspections and Appeals, Dept. of</b>	<b>\$ 10,274,003</b>	<b>\$ 9,409,666</b>	<b>\$ -864,337</b>
<b>Racing Commission</b>			
Pari-Mutuel Regulation	\$ 2,885,883	\$ 2,643,108	\$ -242,775
Riverboat Regulation	3,318,213	3,039,024	-279,189
<b>Total Racing Commission</b>	<b>\$ 6,204,096</b>	<b>\$ 5,682,132</b>	<b>\$ -521,964</b>
<b>Total Inspections &amp; Appeals, Dept. of</b>	<b>\$ 16,478,099</b>	<b>\$ 15,091,798</b>	<b>\$ -1,386,301</b>

**Other Fund Recommendations**

	<u>Estimated FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Inspections &amp; Appeals, Dept. of</u></b>			
DIA-Use Tax/RUTF	\$ 1,623,897	\$ 1,623,897	\$ 0
<b>Total Inspections &amp; Appeals, Dept. of</b>	<b>\$ 1,623,897</b>	<b>\$ 1,623,897</b>	<b>\$ 0</b>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Department of Inspections and Appeals was \$260,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$337,000.

**Nursing Home Inspections** – The Department’s inspections of nursing facilities has generated discussion of the severity of fines assessed against facilities. Nursing facilities claim that the Department is focusing on punitive measures rather than working with nursing facilities to improve the quality of care

**Office of Governor and Lieutenant Governor**

The Governor’s Office is responsible for managing the Executive Branch and implementing policies and programs in accordance with State law.

The Governor is recommending FY 2010 General Fund appropriations totaling \$3.2 million. This is a decrease of \$296,000 (8.4%) compared to estimated net FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Governor</u></b>			
Governor/Lt. Governor's Office	\$ 2,605,289	\$ 2,370,208	\$ -235,081
Terrace Hill Quarters	515,367	481,868	-33,499
Administrative Rules Coordinator	175,552	164,141	-11,411
National Governor's Association	80,600	74,231	-6,369
State-Federal Relations	141,235	132,055	-9,180
<b>Total Governor</b>	<b>\$ 3,518,043</b>	<b>\$ 3,222,503</b>	<b>\$ -295,540</b>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Governor’s Office was \$53,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$70,000.

**Governor’s Office of Drug Control Policy**

The Governor’s Office of Drug Control Policy (GODCP) coordinates agencies and stakeholders involved with drug enforcement and substance abuse treatment and prevention. The Office creates the drug control policy and strategy for the State and identifies, pursues, and administers federal and other grants.

The Governor is recommending FY 2010 General Fund appropriations totaling \$2.0 million. This is a decrease of \$143,000 (6.8%) compared to estimated net FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Governor’s Office of Drug Control Policy</u></b>			
Drug Policy Coordinator	\$ 365,337	\$ 339,868	\$ -25,469
Drug Task Forces	1,729,812	1,612,111	-117,701
<b>Total Governor’s Office of Drug Control Policy</b>	<b>\$ 2,095,149</b>	<b>\$ 1,951,979</b>	<b>\$ -143,170</b>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Governor’s Office of Drug Control Policy was \$41,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$7,000.

**Edward Byrne Memorial Justice Assistance Grant** – In FY 2008, \$1.4 million of General Fund money was appropriated to cover a projected shortfall of federal funds from the Edward Byrne Memorial Justice

Assistance Grant (Byrne/JAG Grant). The Department was authorized to carry forward any unspent funding to FY 2009. The amount carried forward was \$598,000 for FY 2009. Additionally, the Department received a General Fund appropriation of \$1.8 million for a total of \$2.3 million. The Department is not authorized to carry forward unspent funds from FY 2009 to FY 2010.

### Department of Human Rights

The Iowa Department of Human Rights is comprised of seven divisions, one commission, and an administrative support unit. The divisions include: the Division on the Status of African Americans, the Commission on the Status of Asian and Pacific Islanders, the Division of Latino Affairs, the Division of Persons with Disabilities, the Division on the Status of Women, the Division of Deaf Services, the Division of Community Action Agencies, the Division of Criminal and Juvenile Justice Planning, and the Status of Native Americans. The divisions promote self-sufficiency of their constituency population by providing training, developing partnerships, and advocating on their behalf.

The Governor is recommending FY 2010 General Fund appropriations totaling \$3.3 million. This is a decrease of \$326,000 (9.1%) compared to estimated net FY 2009. The Governor is not recommending an appropriation from other funds for the Division of Community Action Agencies. This is a decrease of \$150,000 compared to FY 2009.

#### General Fund Recommendations

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Human Rights, Dept. of</u></b>			
Human Rights Administration	\$ 366,585	\$ 321,721	\$ -44,864
Deaf Services	433,736	397,243	-36,493
Asian and Pacific Islanders	152,782	139,930	-12,852
Persons with Disabilities	238,431	218,374	-20,057
Latino Affairs	203,929	186,775	-17,154
Status of Women	361,695	331,270	-30,425
Status of African Americans	190,991	174,920	-16,071
Criminal & Juvenile Justice	1,634,571	1,497,006	-137,565
Development, Assessment & Resolution Program	9,850	0	-9,850
Status of Native Americans	5,910	5,526	-384
<b>Total Human Rights, Dept. of</b>	<b>\$ 3,598,480</b>	<b>\$ 3,272,765</b>	<b>\$ -325,715</b>

#### Other Fund Recommendations

	<u>Estimated FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Human Rights, Dept. of</u></b>			
Division of Community Action Agencies	\$ 150,000	\$ 0	\$ -150,000
<b>Total Human Rights, Dept. of</b>	<b>\$ 150,000</b>	<b>\$ 0</b>	<b>\$ -150,000</b>

**Issues**

***FY 2009 Budget Reductions*** – The 1.5% across-the-board reduction for the Department of Human Rights was \$59,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$73,000.

**Department of Management**

The Department of Management (DOM) is the planning and budgeting agency within the Executive Branch. The director of the Department serves as the Governor’s chief financial advisor.

The Governor is recommending FY 2010 General Fund appropriations of \$3.0 million. This is a decrease of \$279,000 (8.4%) compared to estimated net FY 2009. The Governor is also recommending an FY 2010 other fund appropriation of \$56,000. This is no change compared to estimated FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Management, Dept. of</u></b>			
Department Operations	\$ 3,321,546	\$ 3,042,135	\$ -279,411
<b>Total Management, Dept. of</b>	<u>\$ 3,321,546</u>	<u>\$ 3,042,135</u>	<u>\$ -279,411</u>

**Other Fund Recommendations**

	<u>Estimated FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Management, Dept. of</u></b>			
RUTF DOM Operations	\$ 56,000	\$ 56,000	\$ 0
<b>Total Management, Dept. of</b>	<u>\$ 56,000</u>	<u>\$ 56,000</u>	<u>\$ 0</u>

**Issues**

***FY 2009 Budget Reductions*** – The 1.5% across-the-board reduction for the Department of Management was \$51,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$68,000.

**Department of Revenue**

The Department of Revenue is comprised of six divisions, including: Taxpayer Services and Policy, Compliance, Property Tax, Revenue Operations, Technology and Information Management, and Internal Services. The Department of Revenue collects all taxes in Iowa that are required by law. The Department also provides taxpayers with information that supports tax filing and payments.

The Governor is recommending FY 2010 General Fund appropriations totaling \$24.6 million. This is a decrease of \$2.3 million (8.4%) compared to estimated net FY 2009. The Governor is also requesting an appropriation of \$1.3 million from the Motor Vehicle Fuel Tax for FY 2010. This is no change compared to estimated FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b>Revenue, Dept. of</b>			
Revenue, Department of	\$ 26,882,700	\$ 24,620,697	\$ -2,262,003
<b>Total Revenue, Dept. of</b>	<u>\$ 26,882,700</u>	<u>\$ 24,620,697</u>	<u>\$ -2,262,003</u>

**Other Fund Recommendations**

	<u>Estimated FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b>Revenue, Dept. of</b>			
Motor Fuel Tax Admin.-MVFT	\$ 1,305,775	\$ 1,305,775	\$ 0
<b>Total Revenue, Dept. of</b>	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 0</u>

**Issues**

***FY 2009 Budget Reductions*** – The 1.5% across-the-board reduction for the Department of Revenue was \$419,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$550,000.

**Secretary of State**

The Secretary of State is responsible for filing documents such as Uniform Commercial Code (UCC) financing statements, trademarks, business entity documents, and other statutorily required special filings. The Office also coordinates and supervises elections, and maintains and operates the voter registration program.

The Governor is recommending FY 2010 General Fund appropriations totaling \$3.3 million. This is a decrease of \$301,000 (8.4%) compared to estimated net FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Secretary of State</u></b>			
Admin/Elections/Voter Registration	\$ 1,547,039	\$ 1,416,903	\$ -130,136
Secretary of State-Business Services	<u>2,027,705</u>	<u>1,857,135</u>	<u>-170,570</u>
<b>Total Secretary of State</b>	<u>\$ 3,574,744</u>	<u>\$ 3,274,038</u>	<u>\$ -300,706</u>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Secretary of State was \$54,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$73,000.

**IVOTER Maintenance** – The Governor is not recommending an appropriation of \$285,000 to fund the maintenance costs of the IVOTER System. The Help America Vote Act (HAVA) of 2002 required each state to implement a single, uniform, centralized, interactive, computerized statewide voter registration system (IVOTERS). The total estimated cost to maintain the IVOTER System is \$950,000 for FY 2010. The Secretary of State proposes using \$380,000 in federal HAVA funds and \$285,000 from county reimbursements to help fund the System maintenance in FY 2010.

**Treasurer of State**

The Treasurer of State provides financial services to the State of Iowa by maintaining records of the receipts and disbursements in the State treasury. The Treasurer is responsible for reporting the bonding activities of all political subdivisions and agencies, and makes recommendations to the General Assembly and the Governor on modifications to the bonding authority.

The Governor is recommending an FY 2010 General Fund appropriation of \$995,000 for operation of the Office. This is a decrease of \$91,000 (8.4%) compared to estimated net FY 2009. The Governor is also recommending a Road Use Tax Fund appropriation of \$93,000 for FY 2010 to fund 1/3 budget system expenses. This is no change compared to estimated FY 2009.

**General Fund Recommendations**

	<u>Est. Net FY 2009</u>	<u>Gov Rec FY 2010</u>	<u>Gov. Rec. vs. FY 2009</u>
<b><u>Treasurer of State</u></b>			
Treasurer - General Office	\$ 1,086,896	\$ 995,449	\$ -91,447
<b>Total Treasurer of State</b>	<u>\$ 1,086,896</u>	<u>\$ 995,449</u>	<u>\$ -91,447</u>

**Other Fund Recommendations**

	Estimated FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<b>Treasurer of State</b>			
I-3 Expenses - RUTF	\$ 93,148	\$ 93,148	\$ 0
<b>Total Treasurer of State</b>	<u>\$ 93,148</u>	<u>\$ 93,148</u>	<u>\$ 0</u>

**Issues**

**FY 2009 Budget Reductions** – The 1.5% across-the-board reduction for the Treasurer of State was \$17,000. The Department has indicated that the General Fund reduction will be achieved by holding open vacant positions and reducing administrative costs such as travel and equipment purchases. The Department was also included in the Governor’s additional selective reductions totaling \$22,000.

**Iowa Public Employees Retirement System**

The Iowa Public Employees’ Retirement System (IPERS) administers the retirement benefits for many of Iowa’s public employees. Iowa’s public employers use IPERS benefits to attract and retain qualified public personnel in public service. The benefits help public employees care for themselves during retirement.

The Governor is recommending an appropriation of \$18.0 million from the IPERS Trust Fund for FY 2010 for administration of the Fund. This is a increase of \$157,000 (0.9%) compared to estimated net FY 2009 to cover additional DAS I/3 budget system expenses.

**Issues**

**DAS I/3 Budget System Expenses** – The IPERS believes they are overcharged by the Department of Administrative Services for I/3 budget system costs. The I/3 fees pay for a portion of the operational costs of the I/3 System and the fees are set by the Customer Council. The IPERS has presented their disagreement to the Customer Council and the Council has not agreed with their position. The IPERS is requesting an increase in the appropriation from the IPERS Trust Fund in the amount of \$157,000 to cover increased DAS I/3 budget system expenses.

**Other Fund Recommendations**

	Estimated FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<b><u>IPERS Administration</u></b>			
IPERS Administration	\$ 17,844,663	\$ 18,001,480	\$ 156,817
<b>Total IPERS Administration</b>	<u>\$ 17,844,663</u>	<u>\$ 18,001,480</u>	<u>\$ 156,817</u>

## INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

### **Energy Efficiency Plans and Programs Study Committee**

The Committee is charged with examining the existence and effectiveness of energy efficiency plans and programs implemented by gas and electric public utilities, with an emphasis on results achieved by current plans and programs from the demand, or customer, perspective, and make recommendations for additional requirements applicable to energy efficiency plans and programs that would improve such results. In conducting the study and developing recommendations, the Study Committee is to consider testimony from the Iowa Utilities Board, rate and nonrate-regulated gas and electric utilities, the Consumer Advocate, state agencies involved with energy efficiency program administration, environmental groups and associations, and consumers.

The Energy Efficiency Plans and Programs Study Committee met twice during the 2008 legislative interim. The Committee received information and input from a variety of organizations involved in the generation and distribution of energy and organizations interested in energy efficiency measures. The Committee did not make any recommendations. The following is a list of presenters that provided testimony to the Committee.

- Iowa Utilities Board
- MidAmerican Energy
- Alliant Energy
- Iowa Association of Electric Cooperatives
- Iowa Association of Municipal Utilities
- Iowa Policy Project
- Office of Consumer Advocate
- Office of Energy Independence
- Iowa Environmental Council
- Plains Justice
- Regulatory Assistance Project
- Commission of Energy Efficiency Standards and Practices
- Iowa State Association of Counties and Iowa League of Cities
- Black Hills Energy Efficiency Plans
- Iowa Propane Gas Association
- Climate Change Advisory Council

Additional information is available on the website at  
<http://www.legis.state.ia.us/asp/Committees/Committee.aspx?id=237>

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### **LSA Publications**

The following *Fiscal Topics* have been published by the LSA that relate to the Administration and Regulation Appropriations Subcommittee:

- [Community Action Agencies](#)
- [Performance of Duty Appropriations](#)
- [State Appeal Board Appropriations](#)
- [Iowa Public Employees Retirement System \(IPERS\)](#)

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